

# **NATIONAL CREDIT UNION SHARE INSURANCE FUND**



## **PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS**

**August 31, 2022**

A handwritten signature in black ink, appearing to read 'Eugene H. Schied', is positioned above the printed name.

**EUGENE H. SCHIED  
CHIEF FINANCIAL OFFICER**

**NATIONAL CREDIT UNION ADMINISTRATION  
SHARE INSURANCE FUND  
MANAGEMENT OVERVIEW  
August 31, 2022**

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**Balance Sheets**

Receivables from Asset Management Estates, Net is \$79.0 million; it is comprised of natural person credit unions and corporate credit unions.

Insurance and Guarantee Program Liabilities related to Reserves are \$168.6 million; \$6.8 million is for specific reserves for natural person credit unions, and \$161.8 million is for general reserves.

**Statements of Net Cost**

For the month ended August 31, 2022, the fund had net income of \$7.9 million. The fund recognized gross revenues of \$24.8 million and total operating expenses of \$16.9 million. The fund did not recognize any insurance loss expense during the month of August 2022.

**NATIONAL CREDIT UNION ADMINISTRATION  
SHARE INSURANCE FUND  
BALANCE SHEETS  
(Dollars in thousands)**

	<u>August 2022</u>	<u>August 2021</u>
<b>ASSETS</b>		
<b>INTRAGOVERNMENTAL</b>		
Fund Balance with Treasury	\$ 26,189	\$ 35,237
Investments, Net - U.S. Treasury Securities	19,921,668	19,472,831
Accrued Interest Receivable - Investments	78,393	65,779
Accounts Receivable - Due from the NCUA Operating Fund	2,222	2,368
Advances and Prepayments	13,613	-
Total Intragovernmental Assets	<u>20,042,085</u>	<u>19,576,215</u>
<b>WITH THE PUBLIC</b>		
General Property, Plant, and Equipment, Net	-	15
Advances and Prepayments	676	5,423
Receivables from Asset Management Estates (AMEs), Net*	78,964	307,193
Total with the Public Assets	<u>79,640</u>	<u>312,631</u>
<b>TOTAL ASSETS</b>	<u>\$ 20,121,725</u>	<u>\$ 19,888,846</u>
<b>LIABILITIES</b>		
<b>INTRAGOVERNMENTAL</b>		
Accounts Payable - Due to the NCUA Operating Fund	\$ 19	\$ 99
Total Intragovernmental Liabilities	<u>19</u>	<u>99</u>
<b>WITH THE PUBLIC</b>		
Accounts Payable	2,561	6,286
Insurance and Guarantee Program Liabilities*	168,625	161,068
Other Liabilities	745	6,148
Total with the Public Liabilities	<u>171,931</u>	<u>173,502</u>
<b>TOTAL LIABILITIES</b>	<u>171,950</u>	<u>173,601</u>
Commitments and Contingencies		
<b>NET POSITION</b>		
Cumulative Results of Operations	3,577,969	5,031,317
Contributed Capital	16,371,806	14,683,928
Total Net Position	<u>19,949,775</u>	<u>19,715,245</u>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<u>\$ 20,121,725</u>	<u>\$ 19,888,846</u>

\* Receivable from AMEs, Net and Insurance and Guarantee Program Liabilities lines are generally updated quarterly.

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION  
SHARE INSURANCE FUND  
STATEMENTS OF NET COST  
(Dollars in thousands)**

	<u>August 2022</u>	<u>August 2022 YTD</u>	<u>August 2021 YTD</u>
<b>GROSS COSTS</b>			
Operating Expenses*	\$ 16,920	\$ 134,779	\$ 128,301
Provision for Insurance Losses			
Reserve Expense (Reduction)	-	7,506	(2,869)
AME Receivable Bad Debt Expense	-	(51,864)	(88,467)
Total Provision for Insurance Losses	-	(44,358)	(91,336)
Other Losses	-	150	32
Total Gross Costs	<u>16,920</u>	<u>90,571</u>	<u>36,997</u>
<b>LESS EXCHANGE REVENUES</b>			
Guarantee Fee Revenue - NGNs	-	-	(625)
Other Revenue	-	(429)	(3,043)
Total Exchange Revenues	<u>-</u>	<u>(429)</u>	<u>(3,668)</u>
<b>TOTAL NET COST/(INCOME) OF OPERATIONS</b>	<u>\$ 16,920</u>	<u>\$ 90,142</u>	<u>\$ 33,329</u>
<b>LESS NON-EXCHANGE REVENUES</b>			
Interest Revenue - Investments	(24,833)	(179,434)	(155,506)
Total Non-Exchange Revenues	<u>(24,833)</u>	<u>(179,434)</u>	<u>(155,506)</u>
<b>TOTAL NET COST/(INCOME) INCLUDING NON-EXCHANGE REVENUES</b>	<u>\$ (7,913)</u>	<u>\$ (89,292)</u>	<u>\$ (122,177)</u>

\*National Credit Union Share Insurance Fund operating expenses are the total NCUA operating expenses reduced by the Operating Fund allocation as determined by the overhead transfer rate.

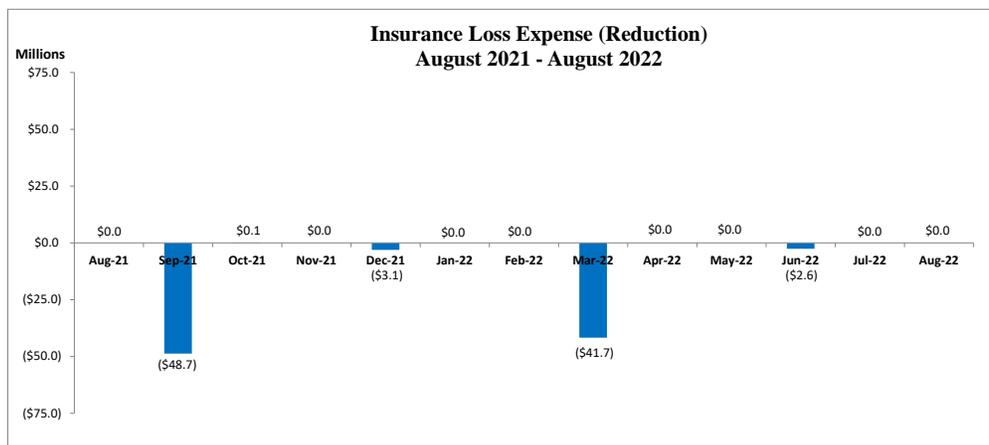
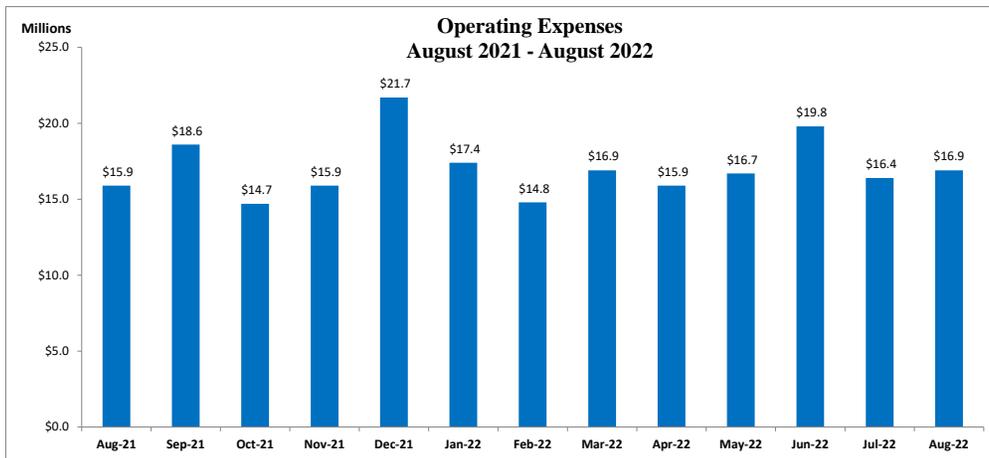
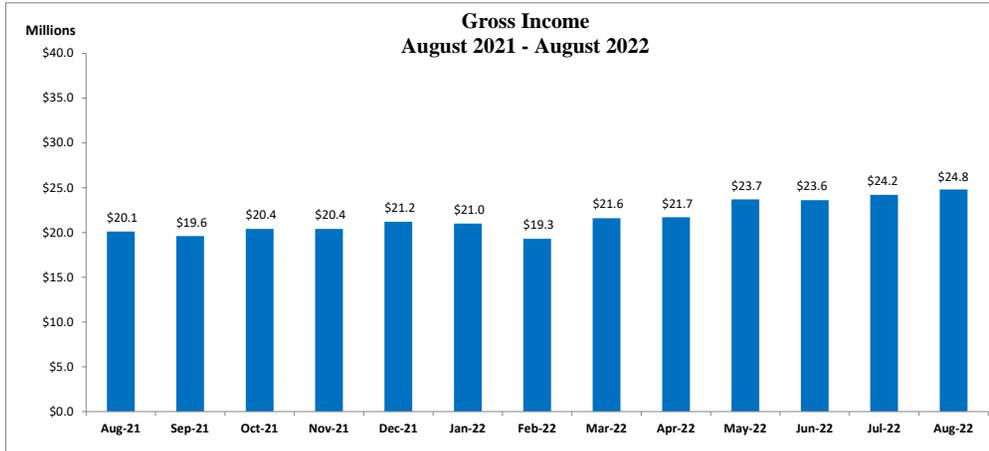
The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION  
SHARE INSURANCE FUND  
STATEMENTS OF CHANGES IN NET POSITION  
(Dollars in thousands)**

	<u>August 2022</u>	<u>August 2021</u>
<b>CUMULATIVE RESULTS OF OPERATIONS</b>		
Beginning Balances	\$ 4,780,200	\$ 5,132,167
Non-Exchange Revenue		
Interest Revenue - Investments	179,434	155,506
Net Unrealized Gain/(Loss) - Investments	(1,291,523)	(223,027)
Net Income /(Cost) of Operations	(90,142)	(33,329)
Change in Cumulative Results of Operations	<u>(1,202,231)</u>	<u>(100,850)</u>
<b>CUMULATIVE RESULTS OF OPERATIONS</b>	<u>3,577,969</u>	<u>5,031,317</u>
<b>CONTRIBUTED CAPITAL</b>		
Beginning Balances	15,783,657	13,810,674
Change in Contributed Capital	<u>588,149</u>	<u>873,254</u>
<b>CONTRIBUTED CAPITAL</b>	<u>16,371,806</u>	<u>14,683,928</u>
<b>NET POSITION</b>	<u>\$ 19,949,775</u>	<u>\$ 19,715,245</u>
<b>NET POSITION BREAKDOWN</b>		
Credit Union Contributed Capital	16,371,806	14,683,928
Retained Earnings	4,894,911	4,743,266
Total Net Position Without Unrealized Gain/ (Loss)	<u>21,266,717</u>	<u>19,427,194</u>
Unrealized Gain/ (Loss) - Investments	<u>(1,316,942)</u>	<u>288,051</u>
<b>NET POSITION</b>	<u>\$ 19,949,775</u>	<u>\$ 19,715,245</u>

The balances in the statement above are preliminary and unaudited.

**NATIONAL CREDIT UNION ADMINISTRATION  
 SHARE INSURANCE FUND  
 STATISTICAL INFORMATION  
 August 31, 2022**



The information provided in the supporting statement above is preliminary and unaudited.

**INVESTMENT PORTFOLIO SUMMARY**

August 31, 2022

<b>I. INVESTMENT PORTFOLIO BALANCE AND MARKET VALUE (In Dollars)</b>						
	Book Value	Market Value	Unrealized Gain or (Loss)	% Market to Book Value	Weighted Average Yield	
Daily Treasury Account	\$ 349,366,000	\$ 349,366,000	\$ -	100.00%	2.36%	
U.S. Treasury Notes	20,889,244,066	19,572,301,934	(1,316,942,132)	93.70%	1.39%	
<b>Total</b>	<b>\$ 21,238,610,066</b>	<b>\$ 19,921,667,934</b>	<b>\$ (1,316,942,132)</b>	<b>93.80%</b>	<b>1.41%</b>	
<b>II. INVESTMENT PORTFOLIO SUMMARY</b>						
	Last Month	Current Month	CY To Date			
Investment Yield	1.36%	1.41%	1.30%			
Investment Income	\$ 24,261,148	\$ 24,832,701	\$ 179,434,383			
Weighted Avg. Maturity in Days	1,282	1,341				
<b>III. MONTHLY ACTIVITY</b>						
Purchased	Type	Amount	Maturity	Yield		
8/15/2022	T-Note	\$ 200,000,000	11/15/2029	2.74%		
8/15/2022	T-Note	\$ 550,000,000	2/15/2030	2.77%		
<b>TOTAL</b>		<b>\$ 750,000,000</b>				
<b>IV. MATURITY SCHEDULE (par value in millions)</b>						
<b>TOTAL</b>		<b>\$ 20,699</b>				

Maturity Bucket	Balance (Millions)
Overnight	349
1m-6m	1,350
6m-1yr	1,450
1yr-2yr	2,800
2yr-3yr	2,800
3yr-4yr	2,800
4yr-5yr	2,800
5yr-6yr	2,800
6yr-7yr	2,450
7yr-8yr	1,100

The information provided in the portfolio summary above is preliminary and unaudited.